



**STATE OF TENNESSEE  
DEPARTMENT OF FINANCE AND ADMINISTRATION  
STATE CAPITOL  
NASHVILLE, TENNESSEE 37243-0285**

**Larry B. Martin**  
**COMMISSIONER**

FOR IMMEDIATE RELEASE  
TUESDAY, JULY 11, 2013

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**JUNE REVENUES**

NASHVILLE – Total Tennessee tax collections for June were weak, but exceeded budgeted expectations. Finance and Administration Commissioner Larry Martin reports that overall June revenues were \$1.2 billion, which is \$3.2 million more than the state budgeted. It marks the 11<sup>th</sup> consecutive month this year in which total collections have experienced positive growth.

Sales tax collections in June were flat, while corporate tax collections exceeded the budgeted estimate. All other tax sources, taken as a group, were above the budgeted estimates.

“The year-to-date growth rate for all taxes remains low and points to an economy that is still anemic and recovering slowly,” Martin said. “For the remainder of this year, we will continue to closely monitor collections and expenditures.”

On an accrual basis, June is the eleventh month in the 2012-2013 fiscal year.

The general fund was over collected by \$8.9 million, and the four other funds were under collected by \$5.7 million.

Sales tax collections were \$0.1 million less than the estimate for June. The June growth rate was positive 1.18%. For eleven months revenues are under collected by \$27.8 million. The year-to-date growth rate for eleven months was positive 1.67%.

Franchise and excise taxes combined were \$2.3 million above the budgeted estimate of \$338.9 million. The growth rate for June was negative 8.85%. For eleven months revenues are over collected by \$278.9 million and the year-to-date growth rate was 8.76%.

Privilege tax collections were \$0.9 million above the June estimate. For eleven months collections are \$30.1 million above the budgeted estimate.

Business tax collections were \$1.2 million more than the June estimate. Year-to-date collections for eleven months are \$1.4 million above the budgeted estimate.

Inheritance and estate tax collections were \$7.9 million above the June estimate. For eleven months collections are \$35.4 million above the budgeted estimate.

Tobacco tax collections were \$2.4 million below the budgeted estimate of \$27.8 million. For eleven months revenues are under collected by \$11.0 million.

Gasoline and motor fuel collections for June were under collected by \$4.0 million. For eleven months revenues are under collected by \$22.5 million.

All other taxes for June were under collected by a net of \$2.6 million.

Year-to-date collections for eleven months were \$322.8 million more than the budgeted estimate. The general fund was over collected by \$328.6 million and the four other funds were under collected by \$5.8 million. The FY 2013 revised budget assumed an over collection of \$305.9 million in General Fund Taxes. Therefore, the amount of over collection, August through June, compared to what's in the revised FY 2013 budget is \$16.9 million (\$322.8 million minus \$305.9 million).

The budgeted revenue estimates for 2012-2013 are based on the State Funding Board's consensus recommendation of December 19th, 2011 and adopted by the second session of the 107<sup>th</sup> General Assembly in April 2012. They are available on the state's website at <http://www.tn.gov/finance/bud/budget.html>.

The State Funding Board met on December 14, 2012 to hear updated revenue projections from the state's various economists. The board met again on December 19th and adopted revised revenue ranges for 2012-2013. The revised ranges assume an over collection from the July 2012 budgeted estimate in the amount of \$203.0 million to \$287.3 million in total taxes and in the amount of \$224.2 million to \$305.9 million in general fund taxes for the current fiscal year.

**Table 1**  
**Revenue Collections by Fund**  
**June**  
**2012-2013**

Fund	2013				2012	2013	
	Actual	Budgeted	B/(W)	Percent		B/(W)	Percent
General Fund	\$1,019,735,000	\$1,010,855,000	\$8,880,000	0.88%	\$1,044,940,000	(\$25,205,000)	-2.41%
Highway Fund	58,648,000	61,628,000	(2,980,000)	-4.84%	57,065,000	1,583,000	2.77%
Sinking Fund	33,608,000	33,603,000	5,000	0.01%	32,830,000	778,000	2.37%
City & County Fund	71,365,000	74,054,000	(2,689,000)	-3.63%	70,718,000	647,000	0.91%
Earmarked Fund	2,900,000	2,901,000	(1,000)	-0.03%	2,175,000	725,000	33.33%
<b>Total</b>	<b>\$1,186,256,000</b>	<b>\$1,183,041,000</b>	<b>\$3,215,000</b>	<b>0.27%</b>	<b>\$1,207,728,000</b>	<b>(\$21,472,000)</b>	<b>-1.78%</b>

**Revenue Collections by Tax**  
**June**  
**2012-2013**

Tax Source	2013				2012	2013	
	Actual	Budgeted	B/(W)	Percent		B/(W)	Percent
Franchise & Excise	\$341,230,000	\$338,900,000	\$2,330,000	0.69%	\$374,355,000	(\$33,125,000)	-8.85%
Income	1,858,000	1,861,000	(3,000)	-0.16%	1,846,000	12,000	0.65%
Inheritance & Estate	12,904,000	4,999,000	7,905,000	158.13%	13,061,000	(157,000)	-1.20%
Gasoline	54,030,000	59,262,000	(5,232,000)	-8.83%	54,313,000	(283,000)	-0.52%
Petroleum Special	5,511,000	6,011,000	(500,000)	-8.32%	5,507,000	4,000	0.07%
Tobacco	25,441,000	27,833,000	(2,392,000)	-8.59%	22,852,000	2,589,000	11.33%
Beer	1,689,000	1,703,000	(14,000)	-0.82%	1,789,000	(100,000)	-5.59%
Motor Vehicle Registration	20,951,000	22,065,000	(1,114,000)	-5.05%	20,744,000	207,000	1.00%
Motor Vehicle Title	1,082,000	1,071,000	11,000	1.03%	984,000	98,000	9.96%
Mixed Drink	6,336,000	5,674,000	662,000	11.67%	5,609,000	727,000	12.96%
Business	13,134,000	11,949,000	1,185,000	9.92%	10,676,000	2,458,000	23.02%
Privilege	58,816,000	57,874,000	942,000	1.63%	60,191,000	(1,375,000)	-2.28%
Gross Receipts	35,000	143,000	(108,000)	-75.52%	19,000	16,000	84.21%
TVA - In Lieu of Tax Payments	27,297,000	29,385,000	(2,088,000)	-7.11%	28,662,000	(1,365,000)	-4.76%
Alcoholic Beverage	4,825,000	4,795,000	30,000	0.63%	4,789,000	36,000	0.75%
Sales and Use	596,580,000	596,700,000	(120,000)	-0.02%	589,616,000	6,964,000	1.18%
Motor Vehicle Fuel	14,219,000	12,508,000	1,711,000	13.68%	12,503,000	1,716,000	13.72%
Severance	275,000	173,000	102,000	58.96%	164,000	111,000	67.68%
Coin-operated Amusement	43,000	135,000	(92,000)	-68.15%	48,000	(5,000)	-10.42%
Unauthorized Substance	0	0	0	NA	0	0	NA
<b>Total</b>	<b>\$1,186,256,000</b>	<b>\$1,183,041,000</b>	<b>\$3,215,000</b>	<b>0.27%</b>	<b>\$1,207,728,000</b>	<b>(\$21,472,000)</b>	<b>-1.78%</b>

**Table 2**  
**Revenue Collections by Fund**  
**Year-to-Date**  
**August - June**  
**2012-2013**

<b>Fund</b>	<b>2012-2013</b>				<b>2011-2012</b>	<b>2012-2013</b>	
	<b>Actual</b>	<b>Budgeted</b>	<b>B/(W)</b>	<b>Percent</b>	<b>Actual</b>	<b>B/(W)</b>	<b>Percent</b>
General Fund	\$9,000,314,000	\$8,671,760,000	\$328,554,000	3.79%	\$8,705,092,000	\$295,222,000	3.39%
Highway Fund	628,219,000	638,412,000	(10,193,000)	-1.60%	625,570,000	2,649,000	0.42%
Sinking Fund	368,094,000	368,369,000	(275,000)	-0.07%	359,667,000	8,427,000	2.34%
City & County Fund	812,953,000	808,262,000	4,691,000	0.58%	792,602,000	20,351,000	2.57%
Earmarked Fund	31,899,000	31,901,000	(2,000)	-0.01%	23,924,000	7,975,000	33.33%
<b>Total</b>	<b>\$10,841,479,000</b>	<b>\$10,518,704,000</b>	<b>\$322,775,000</b>	<b>3.07%</b>	<b>\$10,506,855,000</b>	<b>\$334,624,000</b>	<b>3.18%</b>

**Revenue Collections by Tax**  
**Year-to-Date**  
**August - June**  
**2012-2013**

<b>Tax Source</b>	<b>2012-2013</b>				<b>2011-2012</b>	<b>2012-2013</b>	
	<b>Actual</b>	<b>Budgeted</b>	<b>B/(W)</b>	<b>Percent</b>	<b>Actual</b>	<b>B/(W)</b>	<b>Percent</b>
Franchise & Excise	\$1,959,485,000	\$1,680,600,000	\$278,885,000	16.59%	\$1,801,739,000	\$157,746,000	8.76%
Income	261,840,000	213,926,000	47,914,000	22.40%	182,397,000	79,443,000	43.55%
Inheritance & Estate	107,538,000	72,174,000	35,364,000	49.00%	141,741,000	(34,203,000)	-24.13%
Gasoline	558,881,000	569,283,000	(10,402,000)	-1.83%	562,603,000	(3,722,000)	-0.66%
Petroleum Special	57,252,000	59,408,000	(2,156,000)	-3.63%	57,862,000	(610,000)	-1.05%
Tobacco	251,119,000	262,103,000	(10,984,000)	-4.19%	253,519,000	(2,400,000)	-0.95%
Beer	16,408,000	16,662,000	(254,000)	-1.52%	16,413,000	(5,000)	-0.03%
Motor Vehicle Registration	234,459,000	235,735,000	(1,276,000)	-0.54%	226,607,000	7,852,000	3.47%
Motor Vehicle Title	10,581,000	10,785,000	(204,000)	-1.89%	11,062,000	(481,000)	-4.35%
Mixed Drink	63,927,000	58,279,000	5,648,000	9.69%	59,199,000	4,728,000	7.99%
Business	131,601,000	130,191,000	1,410,000	1.08%	122,584,000	9,017,000	7.36%
Privilege	282,959,000	252,825,000	30,134,000	11.92%	258,729,000	24,230,000	9.37%
Gross Receipts	11,495,000	14,194,000	(2,699,000)	-19.02%	16,358,000	(4,863,000)	-29.73%
TVA - In Lieu of Tax Payments	310,087,000	322,515,000	(12,428,000)	-3.85%	316,318,000	(6,231,000)	-1.97%
Alcoholic Beverage	48,534,000	47,163,000	1,371,000	2.91%	47,031,000	1,503,000	3.20%
Sales and Use	6,391,154,000	6,419,000,000	(27,846,000)	-0.43%	6,286,086,000	105,068,000	1.67%
Motor Vehicle Fuel	141,668,000	151,628,000	(9,960,000)	-6.57%	144,251,000	(2,583,000)	-1.79%
Severance	2,305,000	2,011,000	294,000	14.62%	2,243,000	62,000	2.76%
Coin-operated Amusement	182,000	222,000	(40,000)	-18.02%	132,000	50,000	37.88%
Unauthorized Substance	4,000	0	4,000	NA	(19,000)	23,000	NA
<b>Total</b>	<b>\$10,841,479,000</b>	<b>\$10,518,704,000</b>	<b>\$322,775,000</b>	<b>3.07%</b>	<b>\$10,506,855,000</b>	<b>\$334,624,000</b>	<b>3.18%</b>